AMENDED IN ASSEMBLY FEBRUARY 5, 2003

CALIFORNIA LEGISLATURE-2003-04 REGULAR SESSION

ASSEMBLY BILL

No. 19

Introduced by Assembly Member Leslie (Coauthors: Assembly Members Benoit, Cogdill, Koretz, Levine, Longville, Maze, and Spitzer)

December 2, 2002

An act to amend Section 10754 of, and to add Section 11004.7 to, the Revenue and Taxation Code, and to amend Section 9551.2 of, and to add Section 23583 to, the Vehicle Code, relating to taxation, and making an appropriation therefor.

LEGISLATIVE COUNSEL'S DIGEST

AB 19, as amended, Leslie. Taxation: vehicle license fee: offset: driving while under the influence.

Existing law imposes various penalties on persons convicted of driving while under the influence. Existing law provides for a reduction in the full amount of the vehicle license fee by an offset, as specified.

This bill would prohibit persons convicted of a driving while under the influence offense from receiving for 5 years from the date of the conviction the reduction in the full amount of the vehicle license fee by the offset, provided that the person committed the offense on or after January 1, 2004.

This bill would create the D.U.I. *DUI* subaccount in the Motor Vehicle License Fee Account in the Transportation Tax Fund, and would require the increased fees that otherwise would have been offset to be deposited into that subaccount. The bill would continuously

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appropriate the funds in that subaccount to the Department of the California Highway Patrol.

This bill would result in a change in state taxes for the purpose of increasing state revenues within the meaning of Section 3 of Article XIII A of the California Constitution, and thus would require for passage the approval of $^2/_3$ of the membership of each house of the Legislature.

Vote: ²/₃. Appropriation: yes. Fiscal committee: yes. State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 10754 of the Revenue and Taxation 2 Code is amended to read:

10754. (a) Except as provided in subdivision (d) and notwithstanding any other provision of law, the total amount of the vehicle license fee otherwise required with respect to a vehicle shall be offset in accordance with those provisions set forth below that are operative pursuant to subdivision (b):

- (1) (A) For any initial or original registration of any vehicle, never before registered in this state, for which the final due date for the license fee is on or after January 1 of any calendar year for which this paragraph is operative, and for any renewal of registration with an expiration date on or after January 1 of any calendar year for which this paragraph is operative, the department shall offset the total amount of fees otherwise due at the time of registration of that vehicle by an amount equal to 25 percent of the amount computed pursuant to Section 10752 or 10752.1, or Section 18115 of the Health and Safety Code.
- (B) Upon proper payment of license fees to the Department of Motor Vehicles, the amount of the offset for each vehicle shall be transferred into the Motor Vehicle License Fee Account in the Transportation Tax Fund, and into the Local Revenue Fund, pursuant to Section 11000 or Section 11000.1, as applicable.
- (C) During any period in which insufficient moneys are available to be transferred from the General Fund to fully fund the offsets required by subparagraph (A), within 90 days of a reduction of funding, the department shall reduce the amount of each offset computed pursuant to that subparagraph by multiplying that amount by the ratio of the amount of moneys

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actually available to be transferred from the General Fund to pay for those offsets to the amount of moneys that is necessary to fully fund those offsets.

- (2) (A) For any initial or original registration of any vehicle, never before registered in this state, for which the final due date for the license fee is on or after January 1 of any calendar year for which this paragraph is operative, and for any renewal of registration with an expiration date on or after January 1 of any calendar year for which this paragraph is operative, the department shall offset the total amount of fees otherwise due at the time of registration of that vehicle by an amount equal to 35 percent of the amount computed pursuant to Section 10752 or 10752.1, or Section 18115 of the Health and Safety Code.
- (B) Upon proper payment of license fees to the Department of Motor Vehicles, the amount of the offset for each vehicle shall be transferred into the Motor Vehicle License Fee Account in the Transportation Tax Fund, and into the Local Revenue Fund, pursuant to Section 11000 or Section 11000.1, as applicable.
- (C) During any period in which insufficient moneys are available to be transferred from the General Fund to fully fund the offsets required by subparagraph (A), within 90 days of a reduction of funding, the department shall reduce the amount of each offset computed pursuant to that subparagraph by multiplying that amount by the ratio of the amount of moneys actually available to be transferred from the General Fund to pay for those offsets to the amount of moneys that is necessary to fully fund those offsets.
- (3) (A) For any initial or original registration of any vehicle, never before registered in this state, for which the final due date for the license fee is on or after January 1 of any calendar year for which this paragraph is operative, and for any renewal of registration with an expiration date on or after January 1 of any calendar year for which this paragraph is operative, the department shall offset the total amount of fees otherwise due at the time of registration of that vehicle by an amount equal to $67^{1}/_{2}$ percent of the amount computed pursuant to Section 10752 or 10752.1, or Section 18115 of the Health and Safety Code.
- (B) Upon proper payment of license fees to the Department of Motor Vehicles, the amount of the offset for each vehicle shall be transferred into the Motor Vehicle License Fee Account in the

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Transportation Tax Fund, and into the Local Revenue Fund, pursuant to Section 11000 or Section 11000.1, as applicable.

- (C) During any period in which insufficient moneys are available to be transferred from the General Fund to fully fund the offsets required by subparagraph (A), within 90 days of a reduction in funding, the department shall reduce the amount of each offset computed pursuant to that subparagraph by multiplying that amount by the ratio of the amount of moneys actually available to be transferred from the General Fund to pay for those offsets to the amount of moneys that is necessary to fully fund those offsets.
- (b) The offset provisions set forth in subdivision (a) shall be operative as provided by the following:
- (1) Paragraph (1) of subdivision (a) shall be operative for vehicle license fees with a final due date in the calendar year beginning on January 1, 1999.
- (2) Paragraph (2) of subdivision (a) shall be operative for vehicle license fees with a final due date on or after January 1, 2000, and before July 1, 2001.
- (3) Paragraph (3) of subdivision (a) shall be operative for vehicle license fees with a final due date on or after July 1, 2001.
- (c) (1) For purposes of this section, "department" means the Department of Motor Vehicles with respect to a vehicle license fee offset for a vehicle subject to registration under the Vehicle Code, and the Department of Housing and Community Development with respect to a vehicle license fee offset for a manufactured home, mobilehome, or commercial coach described in Section 18115 of the Health and Safety Code.
- (2) For purposes of this section, the "final due date" for a license fee is the last date upon which that fee may be paid without being delinquent.
- (d) (1) When a person is convicted of driving while under the influence, and the violation occurred on or after January 1, 2004, for five years from the date of the conviction the person shall pay for each initial, original, or renewal registration during those five years the full amount of the vehicle license fee, without any reduction by the offset provided for by this section.
- (2) If the person during the five-year period specified in paragraph (1) is again convicted of driving while under the

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1 influence, a new five-year period as prescribed by paragraph (1)
2 shall commence upon that subsequent conviction.

(3) For purposes of this subdivision, the following apply:

- (A) "Convicted" includes a finding by a judge of a juvenile court, a juvenile traffic hearing officer, or a referee of a juvenile court that a person has been found to have committed a driving while under the influence offense.
- (B) "Driving while under the influence" means a driving while under the influence offense set forth in Chapter 12 (commencing with Section 23100) of Division 11 of the Vehicle Code.
- SEC. 2. Section 11004.7 is added to the Revenue and Taxation Code, to read:
- 11004.7. (a) There is hereby created in the Motor Vehicle License Fee Account in the Transportation Tax Fund the D.U.I., the DUI subaccount.
- (b) The additional amount of vehicle license fees that a person pays as a result of subdivision (d) of Section 10754 shall be deposited by the Department of Motor Vehicles into the D.U.I. DUI subaccount.
- (c) Notwithstanding Section 13340 of the Government Code, the funds in the D.U.I. *DUI* subaccount are continuously appropriated to the Department of the California Highway Patrol.
- SEC. 3. Section 9551.2 of the Vehicle Code is amended to read:
- 9551.2. (a) Except as provided in subdivision (b), when an application is made for a renewal or initial registration of a vehicle, the department shall apply the amount of any operative offset established by subdivision (a) of Section 10754 of the Revenue and Taxation Code. The department shall alter its billing notice for vehicle license fees to indicate the amount of the vehicle license fee for each vehicle as calculated under Section 10752 or 10752.1 of the Revenue and Taxation Code, or under Section 18115 of the Health and Safety Code, and the amount of the applicable offset as required by subdivision (a) of Section 10754 of the Revenue and Taxation Code. The amount of the offset shall be identified on the billing notice as the "VLF Offset."
- (b) When the department is notified, pursuant to Section 1803, 1816, or 23140 that the applicant has been convicted of violating, or, in the case of a minor, has been found to have committed, a driving while under the influence offense set forth in Chapter 12

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1 (commencing with Section 23100) of Division 11, and the 2 violation occurred on or after January 1, 2004, then pursuant to 3 subdivision (d) of Section 10754 of the Revenue and Taxation 4 Code, the department shall bill the applicant for the full amount of 5 the applicable vehicle license fee.

- (c) The Department of Motor Vehicles shall, as required by Section 11000 of the Revenue and Taxation Code, provide information to the Controller with respect to the amount of offsets subject to this section.
- SEC. 4. Section 23583 is added to the Vehicle Code, to read: 23583. (a) When a person is convicted of violating a driving while under the influence offense set forth in Chapter 12 (commencing with Section 23100) of Division 11, and the violation occurred on or after January 1, 2004, the court in which the person is convicted shall inform the person that for each vehicle for which he or she is required to pay a vehicle license fee, he or she will pay the full amount of the vehicle license fee without any reduction by the offset provided for by Section 10754 of the Revenue and Taxation Code for five years from the date of the conviction. The court's failure to do so shall not relieve the person of the suspension.
- (b) For purposes of this section, "convicted" includes a finding by a judge of a juvenile court, a juvenile traffic hearing officer, or referee of a juvenile court that a person has been found to have committed a driving while under the influence offense.